

2004 State Transportation Improvement Program Fund Estimate

December 11, 2003

Prepared by:
The Department of Transportation



The 2004 Fund Estimate

- In September, the Commission adopted assumptions for the 2004 Fund Estimate.
- In November, the Department presented the proposed Fund Estimates for all funds.
 - Based upon the assumptions adopted by the CTC in September 2004
 - A change was made to the Aeronautics Account Forecast based upon new revenues amounts received from BOE.
- The final Fund Estimate is presented to you for action.



Significant Fund Estimate Items

- Change to Aeronautics Account
- Fund Estimate Program Capacity
- FY 2004-05 Rescheduling

Aeronautics Account

- The Aeronautics FE as presented in November had no new programming capacity over the FE.
- The Aeronautics FE presented here shows \$14 million in programming capacity.
 - The Department had received notice of revenue changes from BOE just before the November meeting.
 - The \$13 million additional revenue is now included in the Aeronautics Fund estimate.
 - The programming capacity changes significantly from \$69 thousand to \$14 million presented today.

(\$ in thousands)						FE
Aviation Gas Excise Tax	2004-05	2005-06	2006-07	2007-08	2008-09	Total
Original FE Forecast	2,641	2,555	2,471	2,390	2,312	15,099
Updated Forecast	4,750	4,750	4,750	4,750	4,750	28,313
<i>Difference</i>	2,109	2,195	2,279	2,360	2,438	13,214

Available for Programming						
Original Forecast	(\$7,079)	\$1,414	\$1,634	\$1,897	\$2,204	\$69
Updated Forecast	(\$2,795)	\$3,743	\$4,047	\$4,391	\$4,776	\$14,161
<i>Difference</i>	4,284	2,329	2,413	2,494	2,572	14,092

Fund Estimate Program Capacity

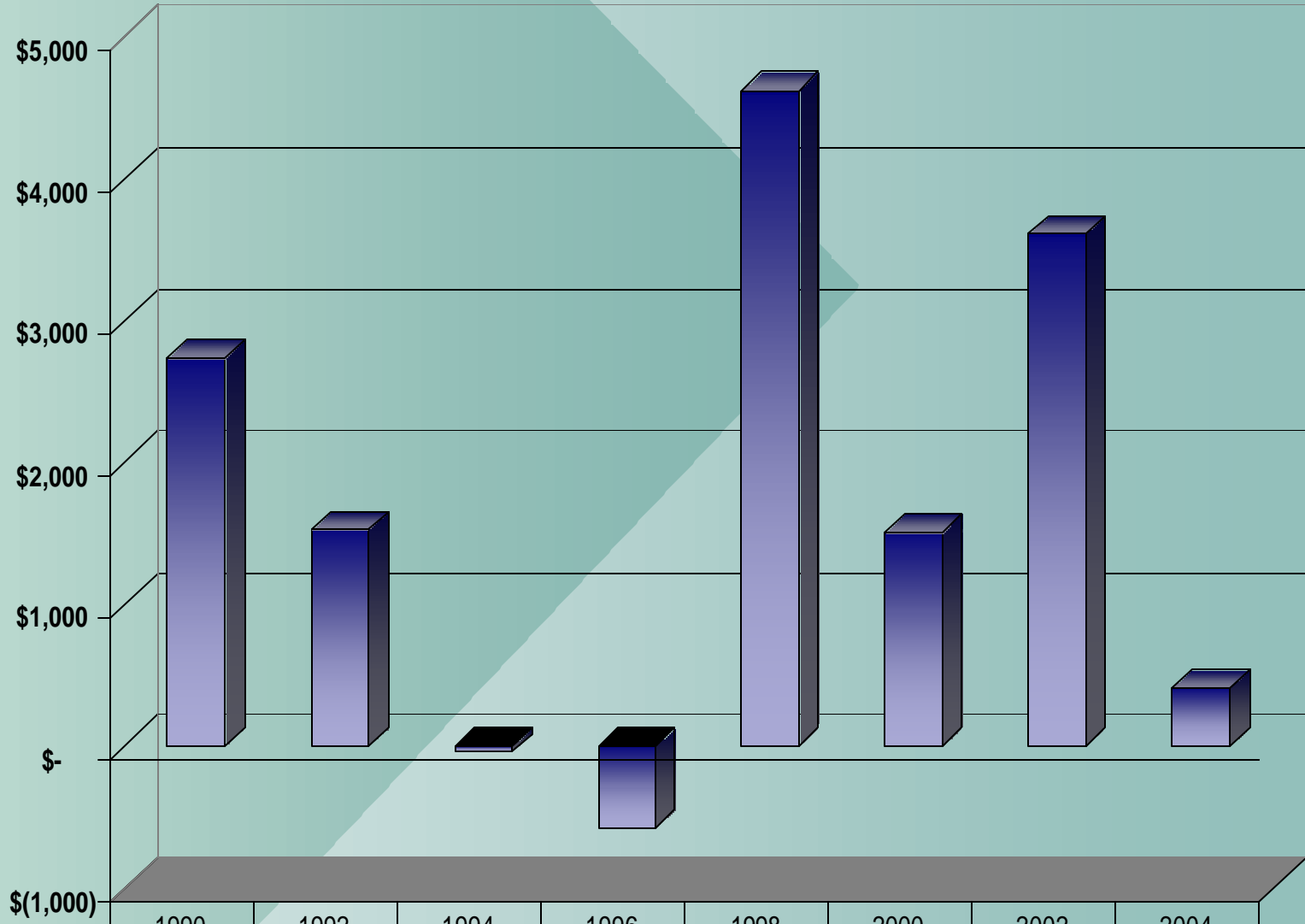
- Total Target Program capacity, including all funds, is \$14.8 billion in the five year FE period.
- There is \$693 million in new program capacity in the five year FE period.
- SHA alone cannot support \$2.8 billion of currently programmed projects (2002 STIP) in the 5-Year FE period.
 - \$2.6 billion of these projects are programmed in 2004-05.
- Other State Funds Provide Resources:
 - The addition of other State Funds (PTA, TIF, TDIF) makes \$693 million in new programming capacity, over the 5-year FE.
 - Including the base year 2003-04, \$416 million in new capacity is available, \$407 million of which is earmarked as Transportation Enhancement (TE) funds.
 - This additional fund sources reduces rescheduling impact in 2004-05 to \$2.3 billion.



Need for 2004-05 Rescheduling

- The 2004 Fund Estimate calls for rescheduling of \$2.6 billion of projects in FY 2004-05.
- The Reasons for Program Rescheduling in Early Years of the FE include:
 - Based upon cash forecasts, the CTC stopped allocating projects during FY 2002-03.
 - Carry-forward of projects not allocated in FY 2002-03 and 2003-04 (approximately \$2.2 billion).
 - 2002 STIP Fund Estimate developed shortfall in federal funds and weight fees.
 - This is not the first FE to require rescheduling.

Current & Historical Fund Estimate Programming Capacity



■ Programming Avail.	1990	1992	1994	1996	1998	2000	2002	2004
	\$2,738	\$1,525	\$(33)	\$(574)	\$4,623	\$1,511	\$3,612	\$416

Bottom Line

(\$ in millions)

Target Program Levels are what the SHA can afford to vote each year:

	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	5-yr Total	6-yr Total
SHA/FEDERAL Target Program Level	950	2,159	2,412	2,615	1,952	2,267	11,405	12,355

Total Program (below) are the levels driving the expenditures in the FE:

Current Program - SHOPP	985	2,134	1,470	2,019	1,465	1,892	8,979	9,964
Current Program - STIP	243	2,616	875	1,722	-	-	5,213	5,456
Total Program (State & Fed)	1,228	4,750	2,345	3,741	1,465	1,892	14,192	15,420

Total Program (State & Fed) must be adjusted annually by amounts shown below:

Programming (Deprogramming) to Achieve Target Level	(278)	(2,591)	67	(1,126)	487	375	(2,787)	(3,065)
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Potential additional programming resources provided by other Funds:

PTA - Program Capacity	0	\$0	\$215	\$258	\$297	\$297	\$1,068	\$1,068
TIF - Program Capacity	0	\$324	\$389	\$467	\$512	\$512	\$2,204	\$2,204
TDIF - Program Capacity	0	\$0	\$0	\$0	\$0	\$208	\$208	\$208

Net Programming (Deprogramming) - All Funds	(278)	(2,267)	672	(401)	1,297	1,392	\$693	\$416
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Note: Numbers may not add due to rounding.